

**GOVERNMENT OF ANDHRA PRADESH**  
**ABSTRACT**

Industrial Promotion – Industrial Investment Promotion Policy 2005-2010 – M/s NSL Cotton Corporation Private Limited, Hyderabad has proposed to set up 38 (Thirty eight) ginning and pressing units spread over in all the cotton growing districts of Andhra Pradesh – Sanction of certain incentives - Orders – Issued.

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**INDUSTRIES & COMMERCE [IP] DEPARTMENT**

**G.O.Rt.No.917**

**Dated:19-12-2008**

Read the following:-

1. From the Commissioner of Industries, Andhra Pradesh Hyderabad Single File No.15-1-8- 659, dated.04.07.2008.
2. Minutes of the State Investment Promotion Committee (SIPC) Meeting held on 02.09.2008.
3. Minutes of the State Investment Promotion Board (SIPB) Meeting held on 04.10.2008.

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**ORDER:-**

In the reference 1<sup>st</sup> read above, the Commissioner of Industries, Andhra Pradesh, Hyderabad has reported that M/s NSL Cotton Corporation Private Limited (NCC) has proposed to set up of 38 (Thirty eight) Ginning and Pressing Units spread over in all the cotton growing districts of Andhra Pradesh with a total investment of Rs.380 Crores i.e. @ Rs.10 Crores on each unit and is likely to provide employment to 2850 people. The objectives of NCC is to integrate the cotton farming with supply of quality inputs, technology for raising productivity, providing credit and insurance as well as scientific processing of the seed cotton produced by the farmers. The NCC shall also deploy about 400 scientific personnel to provide technical advisory services to about 2.5 lakh farmers covering 8 lakh acres in the State to benefit by way of enhanced productivity, reduced cost of cultivation, timely payment to their output and ultimately higher price realization due to elimination of all middle men in their purchase and sale transactions. About 50% of the produce will be exported and the balance 50% will be supplied to the domestic textile industry. The Company has requested the Government to consider the total investment of Rs.380 crores over 38 units spreading in all the cotton growing Districts in Andhra Pradesh as a Mega Project under Industrial Investment Promotion Policy [IIPP] 2005-2010 and extend certain incentives. The Commissioner of Industries, Andhra Pradesh, Hyderabad has requested the Government to take a view on the requests of the company. The proposed locations of the units are as follows:

Sl.No.	Name of the District	Number of Units
1	Adilabad	4 (Four units)
2	Karimnagar	3 (Three units)
3	Warangal	4 (Four units)
4	Khammam	5 (Five units)
5	Mahabubnagar	4 (Four units)
6	Rangareddy	3 (Three units)
7	Nalgonda	3 (Three units)
8	Medak	1 (One unit)
9	Guntur	3 (Three units)
10	Krishna	3 (Three units)
11	West Godavari	1 (One unit)
12	East Godavari	1 (One unit)
13	Prakasham	1 (One unit)
14	Kurnool	2 (Two units)
	Total	38 (Thirty eight units)

P.T.O.

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2. In the references 2<sup>nd</sup> and 3<sup>rd</sup> read above, the proposal of the Commissioner of Industries, Andhra Pradesh, Hyderabad was discussed in detail in the State Investment Promotion Committee (SIPC) and State Investment Promotion Board (SIPB) meetings held on 02.09.2008 and 04.10.2008 respectively. The State Investment Promotion Board (SIPB) in its meeting held on 04.10.2008 decided to extend the following incentives/benefits in respect of M/s NSL Cotton Corporation Private Limited, Hyderabad.

- 1) To make the 38 (Thirty eight) Modern Ginning and Pressing units eligible for incentives under Industrial Investment Promotion Policy (IIPP) 2005-2010 subject to the following conditions:
  - a) Each of the Modern Ginning and Pressing unit should meet all the components of Modern Ginning & Pressing units as defined by the Technology Mission on Cotton, Ministry of Textiles, Government of India.
  - b) Each of the Modern Ginning & Pressing unit undertakes sufficient Pollution Control measures, as specified by the Andhra Pradesh Pollution Control Board [APPCB].
- 2) To treat the proposal of the unit as a Mega Project proposal and to extend 50% reimbursement of VAT and CST for a period of 5 years from the date of commencement of commercial production for each of the 38 units.
- 3) To extend Power cost reimbursement @ Rs. 1/- per unit on the prevailing rates as on 01-04-2005 for a period of 5 years.
- 4) To extend all other benefits as per Industrial Investment Promotion Policy (IIPP) 2005-2010.

3. Government after careful examination of the proposal of the Commissioner of Industries, Andhra Pradesh, Hyderabad and keeping in view of the decisions of the State Investment Promotion Board (SIPB), hereby extend the incentives under Industrial Investment Promotion Policy (IIPP) 2005-2010 to M/s NSL Cotton Corporation Private Limited, Hyderabad as indicated in para 2 above as a special case subject to the conditions stipulated therein.

4. The Commissioner of Industries, Andhra Pradesh Hyderabad is requested to take necessary action in the matter accordingly and to intimate the status of progress of work on the proposed units from time to time to Government.

**(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)**

**B. SAM BOB,  
PRINCIPAL SECRETARY TO GOVERNMENT AND  
COMMISSIONER FOR INDUSTRIAL PROMOTION**

To

The Commissioner of Industries, Andhra Pradesh, Hyderabad.

M/s NSL Cotton Corporation Private Limited, Hyderabad, through the Commissioner of Industries, Andhra Pradesh, Hyderabad.

The Accountant General, Andhra Pradesh, Hyderabad

Copy to:

The Commissioner & Director for Handlooms & Textiles & Development Commissioner for Apparel Export Parks, A.P. Hyderabad.

The Commissioner of Commercial Taxes, Hyderabad

The Chairman & Managing Director, APTRANSCO., Hyderabad

The Managing Director, APCPDC Ltd., Hyderabad

The District Collector, Adilabad, Karimnagar, Warangal, Khammam, Mahaboobnagar, Ranga Reddy, Nalgonda, Medak, Guntur, Krishna, West Godavari, East Godavari, Prakasam and Kurnool.

The General Manager, District Industries Centres, Adilabad, Karimnagar, Warangal, Khammam, Mahaboobnagar, Ranga Reddy, Nalgonda, Medak, Guntur, Krishna, West Godavari, East Godavari, Prakasam and Kurnool.

P.S. to Minister(Major Industries)

P.S. to Spl. CS, Rev. Dept./P.S. to Prl. Secy. to Govt., Rev.(CT) Dept.

P.S. to Spl.CS, Energy Dept./P.S. to Prl. Secy. & CIP

P.S. to Secy (Inds & Com.)/P.S. to Addl. Secy. to CM/Industries & Commerce (Textile) Dept.

The Rev. (CT) Dept./ The Rev. (LR) Dept /The Energy Dept./The Finance (Exp.I&C) Dept.

The Agriculture & Cooperation Department.

SC/SF

//Forwarded:: By order//

**SECTION OFFICER**